UPON THE APPLICATION OF HEADINGTON OIL, LIMITED PARTNERSHIP TO CREATE A FIELD AND PERMANENT SPACING UNIT COMPRISED OF ALL OF SECTION 36, T26N-R53E, AND LOTS 1, 2, 3, 4, S½N½, S½ (ALL) OF SECTION 1, T25N-R53E, RICHLAND COUNTY, MONTANA, FOR PRODUCTION OF OIL AND ASSOCIATED GAS FROM THE BAKKEN FORMATION.

ORDER NO. 1-2007

Docket No. 3-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 36, T26N-R53E, and Lots 1, 2, 3, 4, S½N½, S½ (all) of Section 1, T25N-R53E, Richland County, Montana, are designated a permanent spacing unit for production of oil and associated gas from the Bakken Formation.

BOARD ORDER NO. 1-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF HEADINGTON OIL, LIMITED PARTNERSHIP TO CREATE A FIELD AND PERMANENT SPACING UNIT COMPRISED OF ALL OF SECTIONS 28 AND 29, T26N-R52E, RICHLAND COUNTY, MONTANA, FOR PRODUCTION OF OIL AND ASSOCIATED NATURAL GAS FROM THE BAKKEN FORMATION.

ORDER NO. 2-2007

Docket No. 4-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

<u>Order</u>

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Sections 28 and 29, T26N-R52E, Richland County, Montana, are designated a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 2-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF HEADINGTON OIL, LIMITED PARTNERSHIP TO CREATE A FIELD AND PERMANENT SPACING UNIT COMPRISED OF ALL OF SECTIONS 13 AND 24, T22N-R58E, RICHLAND COUNTY, MONTANA, FOR PRODUCTION OF OIL AND ASSOCIATED NATURAL GAS FROM THE BAKKEN FORMATION.

ORDER NO. 3-2007

Docket No. 5-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

<u>Order</u>

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Sections 13 and 24, T22N-R58E, Richland County, Montana, are designated a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that a federal communitization agreement for spacing units which contain both federal and non-federal land shall be submitted to the authorized officer of the Bureau of Land Management prior to or upon completion of a producible well.

BOARD ORDER NO. 3-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
A TYPE CIT.	Joan Stahl, Board Member
ATTEST:	
Геггі H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF HEADINGTON OIL, LIMITED PARTNERSHIP TO CREATE A FIELD AND PERMANENT SPACING UNIT COMPRISED OF THE W½ OF SECTION 5, T23N-R58E, RICHLAND COUNTY, MONTANA, FOR PRODUCTION OF OIL AND ASSOCIATED NATURAL GAS FROM THE MADISON/MISSION CANYON FORMATION. (BRORSON FIELD)

ORDER NO. 4-2007

Docket No. 6-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

<u>Order</u>

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the $W\frac{1}{2}$ of Section 5, T23N-R58E, Richland County, Montana, is designated a permanent spacing unit for production of oil and associated natural gas from the Mission Canyon Formation.

BOARD ORDER NO. 4-2007

Terri H. Perrigo, Executive Secretary

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	

ORDER NO. 5-2007

UPON THE APPLICATION OF HEADINGTON OIL, LIMITED PARTNERSHIP TO POOL ALL INTERESTS IN THE PERMANENT SPACING UNIT COMPRISED OF LOTS 1, 2, 3, 4, S½N½, S½ (ALL) OF SECTION 1 AND ALL OF SECTION 12, T22N-R58E, RICHLAND COUNTY, MONTANA, FOR PRODUCTION OF OIL AND ASSOCIATED NATURAL GAS FROM THE BAKKEN FORMATION, AND TO AUTHORIZE RECOVERY OF NON-CONSENT PENALTIES IN ACCORDANCE WITH SECTION 82-11-202(2), M.C.A., WITH RESPECT TO THE STEINBEISSER #11X-18 WELL.

Docket No. 7-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all interests in the permanent spacing unit comprised of Lots 1, 2, 3, 4, S½N½, S½ (all) of Section 1 and all of Section 12, T22N-R58E, Richland County, Montana, are hereby pooled on the basis of surface acreage.

IT IS FURTHER ORDERED that non-consent penalties in accordance with Section 82-11-202(2), M.C.A., are hereby authorized with respect to EOG Resources, Inc.'s interest in the Steinbeisser #11X-18 well.

BOARD ORDER NO. 5-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF ENERPLUS RESOURCES (USA) CORPORATION TO CREATE A FIELD AND PERMANENT SPACING UNIT COMPRISED OF ALL OF SECTION 14, T24N-R57E, RICHLAND COUNTY, MONTANA, FOR PRODUCTION OF OIL AND ASSOCIATED NATURAL GAS FROM THE BAKKEN FORMATION.

ORDER NO. 6-2007

Docket No. 8-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 14, T24N-R57E, Richland County, Montana, is designated a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 6-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF ENERPLUS RESOURCES (USA) CORPORATION TO CREATE A FIELD AND PERMANENT SPACING UNIT COMPRISED OF ALL OF SECTIONS 4 AND 9, T24N-R57E, RICHLAND COUNTY, MONTANA, FOR PRODUCTION OF OIL AND ASSOCIATED NATURAL GAS FROM THE BAKKEN FORMATION.

ORDER NO. 7-2007

Docket No. 9-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. A letter of protest was read into the record by the Chairman from Mr. J. Morrow Elias, a consulting economic geologist who has a royalty interest in the W½ of Section 9, T24N-R57E, Richland County, Montana. Mr. Elias was concerned that the existing well in the W½ of the proposed permanent spacing unit may be on the margin of the Bakken play, and that a planned increased density well in the E½ of the proposed permanent spacing unit is premature and imprudent at this time. Because this is a spacing application the Board took no action on Mr. Elias' concern regarding a possible increased density application in the future.
- 3. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

<u>Order</u>

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Sections 4 and 9, T24N-R57E, Richland County, Montana, is designated a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 7-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF ENERPLUS RESOURCES (USA) CORPORATION TO DRILL AN ADDITIONAL HORIZONTAL BAKKEN FORMATION WELL IN THE TEMPORARY SPACING UNIT COMPRISED OF ALL OF SECTION 13, T24N-R57E, RICHLAND COUNTY, MONTANA, SAID WELL TO BE LOCATED ANYWHERE WITHIN SAID TEMPORARY SPACING UNIT BUT NOT CLOSER THAN 660 FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 8-2007

Docket No. 10-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Enerplus Resources (USA) Corporation is granted as applied for.

BOARD ORDER NO. 8-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF ENERPLUS RESOURCES (USA) CORPORATION TO DRILL AN ADDITIONAL HORIZONTAL BAKKEN FORMATION WELL IN THE TEMPORARY SPACING UNIT ESTABLISHED BY BOARD ORDER 151-2003 AND COMPRISED OF ALL OF SECTIONS 2 AND 11, T24N-R57E, RICHLAND COUNTY, MONTANA, SAID WELL TO BE LOCATED ANYWHERE WITHIN SAID TEMPORARY SPACING UNIT BUT NOT CLOSER THAN 660 FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 9-2007

Docket No. 11-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Energlus Resources (USA) Corporation is granted as applied for.

BOARD ORDER NO. 9-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF ENERPLUS RESOURCES (USA) CORPORATION TO DRILL AN ADDITIONAL HORIZONTAL BAKKEN FORMATION WELL IN THE PERMANENT SPACING UNIT ESTABLISHED BY BOARD ORDER 53-2005 AND COMPRISED OF ALL OF SECTIONS 22 AND 27, T24N-R55E, RICHLAND COUNTY, MONTANA, SAID WELL TO BE LOCATED ANYWHERE WITHIN SAID PERMANENT SPACING UNIT BUT NOT CLOSER THAN 660 FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 10-2007

Docket No. 12-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Enerplus Resources (USA) Corporation is granted as applied for.

BOARD ORDER NO. 10-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

on, Chairman
on, Chairman
ıng, Vice-Chairman
haw, Board Member
Board Member
chell, Board Member
nith, Board Member
Board Member

UPON THE APPLICATION OF ENERPLUS RESOURCES (USA) CORPORATION TO DRILL AN ADDITIONAL HORIZONTAL BAKKEN FORMATION WELL IN THE PERMANENT SPACING UNIT ESTABLISHED BY BOARD ORDER 3-2002 AND COMPRISED OF ALL OF SECTION 13, T24N-R55E, RICHLAND COUNTY, MONTANA, SAID WELL TO BE LOCATED ANYWHERE WITHIN SAID PERMANENT SPACING UNIT BUT NOT CLOSER THAN 660 FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 11-2007

Docket No. 13-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Enerplus Resources (USA) Corporation is granted as applied for.

BOARD ORDER NO. 11-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

BOARD OF OIL AND GAS CONSERVATION

OF THE STATE OF MONTANA
Linda Nelson, Chairman
Denzil Young, Vice-Chairman
Don Bradshaw, Board Member
Jack King, Board Member
Elaine Mitchell, Board Member
Wayne Smith, Board Member
Joan Stahl, Board Member

ORDER NO. 12-2007

UPON THE APPLICATION OF ENERPLUS RESOURCES (USA) CORPORATION TO DRILL AN ADDITIONAL HORIZONTAL BAKKEN FORMATION WELL IN THE PERMANENT SPACING UNIT ESTABLISHED BY BOARD ORDER 98-2002 AND COMPRISED OF ALL OF SECTION 35, T24N-R57E, RICHLAND COUNTY, MONTANA, SAID WELL TO BE LOCATED ANYWHERE WITHIN SAID TEMPORARY SPACING UNIT BUT NOT CLOSER THAN 660 FEET TO THE BOUNDARIES THEREOF.

Docket No. 14-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Enerplus Resources (USA) Corporation is granted as applied for.

BOARD ORDER NO. 12-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

ORDER NO. 13-2007

UPON THE APPLICATION OF NOBLE ENERGY, INC. TO AMEND THE EAST LORING AND WEST LORING FIELD RULES ESTABLISHED BY BOARD ORDERS 60-1982, 39-1997, 7-1987 AND 27-1998 TO INCLUDE THE NIOBRARA FORMATION UNDERLYING THE FOLLOWING LANDS IN PHILLIPS COUNTY, MONTANA, AND REQUESTS THAT THE ORDER ISSUED AS A RESULT OF THIS APPLICATION BE RETROACTIVE TO THE DATE OF THE AFOREMENTIONED ORDERS.

EAST LORING FIELD

T37N-R30E – SECTIONS 1 AND 12

T37N-R31E - SECTIONS 1 THROUGH 36

T36N-R31E - SECTIONS 1 THROUGH 3,

10 THROUGH 13, AND 24

T36N-R32E – SECTIONS 4 THROUGH 9,

16 THROUGH 21, AND 28 THROUGH 33

T35N-R32E – SECTIONS 4 THROUGH 9,

16 THROUGH 21, AND 28, 29 AND 33

WEST LORING FIELD

T37N-R29E - SECTIONS 25 AND 36

T36N-R30E - SECTIONS 6, 7, 18, 21, 29 AND 35

T35N-R31E – SECTIONS 7 AND 20

APPLICANT FURTHER REQUESTS THE AFOREMENTIONED ORDERS BE AMENDED TO ALLOW COMMINGLING OF ALL NATURAL GAS PRODUCTION FROM THE NIOBRARA, BOWDOIN, GREENHORN AND PHILLIPS FORMATIONS IN A SINGLE WELLBORE THROUGH THE SAME STRING OF CASING AS TO ALL EXISTING AND/OR FUTURE WELLS LOCATED WITHIN THE EAST AND WEST LORING FIELDS.

Docket No. 15-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King recused himself and took no further part in the proceedings on this matter. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Board Orders 60-1982, 39-1997, 7-1987, and 27-1998 are hereby amended to include the Niobrara Formation retroactive to the effective date of each order.

IT IS FURTHER ORDERED that the aforementioned orders are also amended to allow commingling of all natural gas production from the Niobrara, Bowdoin, Greenhorn and Phillips Formations in a single wellbore through the same string of casing with regard to all existing and future wells in the East and West Loring Fields.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

Linda Ne	elson, Chairman	
 Denzil Y	oung, Vice-Chairma	n
 Don Brac	lshaw, Board Membe	er
 Elaine M	itchell, Board Memb	oer
Wayne S	Smith, Board Membe	r
Joan Stal	nl, Board Member	

BOARD OF OIL AND GAS CONSERVATION

Terri H. Perrigo, Executive Secretary

ATTEST:

ORDER NO. 14-2007

UPON THE APPLICATION OF CONTINENTAL RESOURCES, INC. TO DRILL AN ADDITIONAL BAKKEN FORMATION DUAL LATERAL HORIZONTAL WELL IN THE PERMANENT SPACING UNIT COMPRISED OF ALL OF SECTIONS 1 AND 12, T24N-R53E, RICHLAND COUNTY, MONTANA, WITH SAID LATERALS TO BE LOCATED NO CLOSER THAN 660 FEET TO THE EXTERIOR BOUNDARIES THEREOF, AS AN AMENDMENT TO BOARD ORDER 217-2005.

Docket No. 16-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Continental Resources, Inc. is granted as applied for.

BOARD ORDER NO. 14-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF CONTINENTAL RESOURCES, INC. TO VACATE BOARD ORDER 351-2005, WHICH DELINEATED ALL OF SECTIONS 4 AND 9, T25N-R55E, RICHLAND COUNTY, MONTANA, AS A 1280-ACRE TEMPORARY SPACING UNIT FOR THE DRILLING OF A HORIZONTAL BAKKEN FORMATION TEST WELL.

ORDER NO. 15-2007

Docket No. 17-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

<u>Order</u>

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Continental Resources, Inc. is granted as applied for.

BOARD ORDER NO. 15-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF CONTINENTAL RESOURCES, INC. TO VACATE BOARD ORDER 67-2006, WHICH DELINEATED ALL OF SECTIONS 24 AND 25, T25N-R55E, RICHLAND COUNTY, MONTANA, AS A 1280-ACRE TEMPORARY SPACING UNIT FOR THE DRILLING OF A HORIZONTAL BAKKEN FORMATION TEST WELL. ORDER NO. 16-2007

Docket No. 18-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Continental Resources, Inc. is granted as applied for.

BOARD ORDER NO. 16-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

BOARD OF OIL AND GAS CONSERVATION

	OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elsina Mitaball David Mamban
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	•
	Joan Stahl, Board Member
TTEST:	
erri H. Perrigo, Executive Secretary	v V

UPON THE APPLICATION OF CONTINENTAL RESOURCES, INC. TO VACATE BOARD ORDER 287-2004, WHICH DELINEATED ALL OF SECTIONS 27 AND 34, T26N-R52E, RICHLAND COUNTY, MONTANA, AS A 1280-ACRE TEMPORARY SPACING UNIT FOR THE DRILLING OF A HORIZONTAL BAKKEN FORMATION TEST WELL.

ORDER NO. 17-2007

Docket No. 19-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

<u>Order</u>

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Continental Resources, Inc. is granted as applied for.

BOARD ORDER NO. 17-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

BOARD OF OIL AND GAS CONSERVATION

	OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elsina Mitaball David Mamban
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	•
	Joan Stahl, Board Member
TTEST:	
erri H. Perrigo, Executive Secretary	v V

ORDER NO. 18-2007

UPON THE APPLICATION OF CONTINENTAL RESOURCES, INC. TO VACATE BOARD ORDER 47-2005, WHICH DELINEATED ALL OF SECTIONS 27 AND 34, T26N-R54E, RICHLAND COUNTY, MONTANA, AS A 1280-ACRE TEMPORARY SPACING UNIT FOR THE DRILLING OF A HORIZONTAL BAKKEN FORMATION TEST WELL.

Docket No. 20-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

<u>Order</u>

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Continental Resources, Inc. is granted as applied for.

BOARD ORDER NO. 18-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

BOARD OF OIL AND GAS CONSERVATION

	OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF CONTINENTAL RESOURCES, INC. TO VACATE BOARD ORDER 347-2006, WHICH DELINEATED ALL OF SECTIONS 22 AND 27, T26N-R55E, RICHLAND COUNTY, MONTANA, AS A 1280-ACRE TEMPORARY SPACING UNIT FOR THE DRILLING OF A HORIZONTAL BAKKEN FORMATION TEST WELL.

ORDER NO. 19-2007

Docket No. 21-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

<u>Order</u>

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Continental Resources, Inc. is granted as applied for.

BOARD ORDER NO. 19-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
A TTECT.	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

ORDER NO. 20-2007

UPON THE APPLICATION OF CONTINENTAL RESOURCES, INC. TO VACATE BOARD ORDER 346-2006, WHICH DELINEATED ALL OF SECTIONS 23 AND 26, T26N-R55E, RICHLAND COUNTY, MONTANA, AS A 1280-ACRE TEMPORARY SPACING UNIT FOR THE DRILLING OF A HORIZONTAL BAKKEN FORMATION TEST WELL.

Docket No. 22-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

<u>Order</u>

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Continental Resources, Inc. is granted as applied for.

BOARD ORDER NO. 20-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

BOARD OF OIL AND GAS CONSERVATION

	OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

ORDER NO. 21-2007

UPON THE APPLICATION OF CONTINENTAL RESOURCES, INC. TO VACATE BOARD ORDER 120-2006, WHICH DELINEATED ALL OF SECTIONS 21 AND 28, T23N-R55E, RICHLAND COUNTY, MONTANA, AS A 1280-ACRE TEMPORARY SPACING UNIT FOR THE DRILLING OF A HORIZONTAL BAKKEN FORMATION TEST WELL.

Docket No. 23-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

<u>Order</u>

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Continental Resources, Inc. is granted as applied for.

BOARD ORDER NO. 21-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

BOARD OF OIL AND GAS CONSERVATION

	OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF KIRKWOOD OIL & GAS LLC TO VACATE BOARD ORDER 47-1962, WHICH ESTABLISHED 80-ACRE PERMANENT SPACING UNITS FOR VARIOUS FORMATIONS IN THE WOODROW FIELD, INSOFAR AS IT PERTAINS TO THE INTERLAKE FORMATION; AND TO ESTABLISH A NEW 320-ACRE TEMPORARY SPACING UNIT COMPRISED OF THE SW¼ OF SECTION 8 AND THE NW¼ OF SECTION 17, T16N-R54E, DAWSON COUNTY, MONTANA, TO DRILL A HORIZONTAL INTERLAKE FORMATION TEST WELL, SAID LATERAL TO BE LOCATED NO LESS THAN 660 FEET FROM THE EXTERIOR BOUNDARIES OF SAID TEMPORARY SPACING UNIT.

ORDER NO. 22-2007

Docket No. 24-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Board Order 47-1962 is hereby vacated insofar as it pertains to the Interlake Formation in the SW¼ of Section 8 and the NW¼ of Section 17, T16N-R54E.

IT IS FURTHER ORDERED that the SW¼ of Section 8 and the NW¼ of Section 17, T16N-R54E, Dawson County, Montana, are designated a 320-acre temporary spacing unit to drill a horizontal Interlake Formation test well, said lateral to be located no less than 660 feet from the exterior boundaries of said temporary spacing unit.

BOARD ORDER NO. 22-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

ORDER NO. 23-2007

UPON THE APPLICATION OF TOWN OF SACO TO DRILL AND PRODUCE AN ADDITIONAL WELL IN THE COLORADO GROUP OF FORMATIONS IN THE SW¹/₄ OF SECTION 8, T31N-R34E, PHILLIPS COUNTY, MONTANA, SAID WELL TO BE LOCATED 2155' FSL AND 362' FWL OF SAID SECTION 8 AS AN EXCEPTION TO THE BOWDOIN FIELD RULES ESTABLISHED BY BOARD ORDERS 29-1955, 3-1972, 70-1982, 135-1997 AND 166-2001.

Docket No. 25-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

<u>Order</u>

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of the Town of Saco is granted as applied for.

BOARD ORDER NO. 23-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF CARL JOHNSON FAMILY LLC TO ABANDON THE GOLD BUTTE FIELD ESTABLISHED IN BOARD ORDER 26-1959 AND COMPRISED OF SECTIONS 7 AND 18, T35N-R3E AND SECTIONS 12 AND 13, T35N-R2E, TOOLE COUNTY, MONTANA; AND TO CREATE A TEMPORARY SPACING UNIT CONSISTING OF THE SW¼ OF SECTION 7, T35N-R3E, TO DRILL A WELL TO THE BOW ISLAND, SWIFT AND SUNBURST FORMATIONS AT A LOCATION 915' FWL AND 871' FSL IN THE SW¼SW¼ (LOT 4) OF SAID SECTION 7.

ORDER NO. 24-2007

Docket No. 26-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

<u>Order</u>

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the Gold Butte Field rules established in Board Order 26-1959 are hereby vacated.

IT IS FURTHER ORDERED that the SW¹/₄ of Section 7, T35N-R3E, Toole County, Montana, is designated a temporary spacing unit to drill a well to the Bow Island, Swift and Sunburst Formations at a location 915' FWL and 871' FSL in the SW¹/₄SW¹/₄ (Lot 4) of said Section 7.

IT IS FURTHER ORDERED that a federal communitization agreement for spacing units which contain both federal and non-federal land shall be submitted to the authorized officer of the Bureau of Land Management prior to or upon completion of a producible well.

BOARD ORDER NO. 24-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

ORDER NO. 25-2007

UPON THE APPLICATION OF NANCE PETROLEUM CORPORATION FOR AN EXCEPTION TO BOARD ORDER 366-2006 TO AUTHORIZE A 160-FOOT TOLERANCE FROM THE 660-FOOT SETBACK REQUIREMENT WITH RESPECT TO THE INITIAL ENTRY POINT OF THE HORIZONTAL LATERAL TO BE DRILLED IN THE RATCLIFFE FORMATION BY RE-ENTRY OF THE NELSON RANCH 1-6 WELL LOCATED IN SECTION 6, T27N-R59E, ROOSEVELT COUNTY, MONTANA.

Docket No. 27-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Nance Petroleum Corporation is granted as applied for.

BOARD ORDER NO. 25-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

BOARD OF OIL AND GAS CONSERVATION

	OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Elame Whenen, Board Wellber
	Wayne Smith, Board Member
	Joan Stahl, Board Member
TTEST:	
erri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF
NANCE PETROLEUM CORPORATION FOR AN
AMENDMENT TO BOARD ORDER 344-2004 TO
ALLOW THE DRILLING OF AN ADDITIONAL
HORIZONTAL BAKKEN FORMATION WELL
IN THE PERMANENT SPACING UNIT
COMPRISED OF ALL OF SECTION 25, T23N-R57E,
RICHLAND COUNTY, MONTANA, WITH SAID
LATERAL TO BE LOCATED NO CLOSER THAN
660 FEET TO THE BOUNDARIES OF SAID
PERMANENT SPACING UNIT.

ORDER NO. 26-2007

Docket No. 28-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Nance Petroleum Corporation is granted as applied for.

BOARD ORDER NO. 26-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

on, Chairman
on, Chairman
ıng, Vice-Chairman
haw, Board Member
Board Member
chell, Board Member
nith, Board Member
Board Member

UPON THE APPLICATION OF NANCE PETROLEUM CORPORATION TO CREATE A PERMANENT SPACING UNIT FOR THE RATCLIFFE FORMATION COMPRISED OF ALL OF SECTION 12, T27N-R57E, ROOSEVELT COUNTY, MONTANA, AND TO DESIGNATE APPLICANT'S DETHMAN 1-12HR WELL AS THE AUTHORIZED WELL FOR SAID SPACING UNIT.

ORDER NO. 27-2007

Docket No. 29-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 12, T27N-R57E, Roosevelt County, Montana, is designated a permanent spacing unit for the Ratcliffe Formation.

IT IS FURTHER ORDERED that applicant's Dethman 1-12HR well is the authorized well for said spacing unit.

BOARD ORDER NO. 27-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

Linda Nelson, Chairman Denzil Young, Vice-Chairman Don Bradshaw, Board Member Jack King, Board Member Elaine Mitchell, Board Member
Don Bradshaw, Board Member Jack King, Board Member
Jack King, Board Member
Elaine Mitchell, Board Member
Wayne Smith, Board Member
Joan Stahl, Board Member
ATTEST:
Terri H. Perrigo, Executive Secretary

UPON THE APPLICATION OF NANCE PETROLEUM CORPORATION TO POOL ALL INTERESTS IN THE PERMANENT SPACING UNIT COMPRISED OF ALL OF SECTION 12, T27N-R57E, ROOSEVELT COUNTY, MONTANA, ON THE BASIS OF SURFACE ACREAGE FOR PRODUCTION FROM THE RATCLIFFE FORMATION FROM THE DETHMAN 1-12HR WELL, AND TO AUTHORIZE THE RECOVERY OF NON-JOINDER PENALTIES IN ACCORDANCE WITH SECTION 82-11-202 (2), M.C.A.

ORDER NO. 28-2007

Docket No. 30-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. At the hearing, applicant stated non-joinder penalties are not being requested for Mr. Ferguson's interest in the permanent spacing unit.
- 3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all interests in the permanent spacing unit comprised of all of Section 12, T27N-R57E, Roosevelt County, Montana, are hereby pooled on the basis of surface acreage for the production from the Ratcliffe Formation from the Dethman 1-12HR well.

IT IS FURTHER ORDERED that the recovery of non-joinder penalties in accordance with Section 82-11-202 (2) M.C.A. is authorized, except for the interest set forth in #2 Findings of Fact above.

BOARD ORDER NO. 28-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF NANCE PETROLEUM CORPORATION TO CREATE A 320-ACRE PERMANENT SPACING UNIT FOR THE RATCLIFFE FORMATION COMPRISED OF THE N½ OF SECTION 35, T28N-R58E, ROOSEVELT COUNTY, MONTANA, AND TO DESIGNATE APPLICANT'S SIMARD 4-36H WELL AS THE AUTHORIZED WELL FOR SAID SPACING UNIT.

ORDER NO. 29-2007

Docket No. 31-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

<u>Order</u>

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the N½ of Section 35, T28N-R58E, Roosevelt County, Montana, is designated a 320-acre permanent spacing unit for the Ratcliffe Formation.

IT IS FURTHER ORDERED that applicant's Simard 4-36H well is the authorized well for said permanent spacing unit.

BOARD ORDER NO. 29-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

BOARD OF OIL AND GAS CONSERVATION

	OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Elame Whenen, Board Wellber
	Wayne Smith, Board Member
	Joan Stahl, Board Member
TTEST:	
erri H. Perrigo, Executive Secretary	

ORDER NO. 30-2007

UPON THE APPLICATION OF NANCE PETROLEUM CORPORATION TO POOL ALL INTERESTS IN THE PERMANENT SPACING UNIT COMPRISED OF THE N½ OF SECTION 35, T28N-R58E, ROOSEVELT COUNTY, MONTANA, ON THE BASIS OF SURFACE ACREAGE FOR PRODUCTION FROM THE RATCLIFFE FORMATION FROM THE SIMARD 4-36H WELL, AND TO AUTHORIZE THE RECOVERY OF NON-JOINDER PENALTIES IN ACCORDANCE WITH SECTION 82-11-202 (2), M.C.A.

Docket No. 32-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. At the hearing, applicant stated non-joinder penalties are only being requested for Tract 1A in the spacing unit, which is a 1.66 acre railroad tract with Burlington Northern & Santa Fe Railway Company owning 100 percent of the working interest.
- 3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all interests in the permanent spacing unit comprised of the N½ of Section 35, T28N-R58E, Roosevelt County, Montana, are hereby pooled on the basis of surface acreage for the production from the Ratcliffe Formation from the Simard 4-36H well.

IT IS FURTHER ORDERED that the recovery of non-joinder penalties in accordance with Section 82-11-202 (2) M.C.A. is hereby authorized, as set forth in #2 Findings of Fact above.

BOARD ORDER NO. 30-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

BOARD OF OIL AND GAS CONSERVATION

	OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

ORDER NO. 31-2007

UPON THE APPLICATION OF BILL BARRETT CORPORATION TO CONVERT THE CURRENTLY SHUT-IN SAMPSEN 44-27H WELL (API # 25-085-21698), LOCATED 1032' FSL AND 441' FEL OF SECTION 27, T30N-R58E, TARGET FIELD, ROOSEVELT COUNTY, MONTANA, TO A SALTWATER DISPOSAL WELL TO INJECT PRODUCED RATCLIFFE AND MISSION CANYON FORMATION WATER INTO THE DAKOTA GROUP.

Docket No. 33-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Bill Barrett Corporation is granted as applied for, subject to the stipulations on the Sundry Notice.

BOARD ORDER NO. 31-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF BILL BARRETT CORPORATION TO CONVERT THE CURRENTLY SHUT-IN CRUSCH 16-2 WELL (API # 25-085-21372), LOCATED 660' FSL AND 1000' FEL OF SECTION 2, T29N-R58E, TARGET FIELD, ROOSEVELT COUNTY, MONTANA, TO A SALTWATER DISPOSAL WELL TO INJECT PRODUCED RATCLIFFE AND MISSION CANYON FORMATION WATER INTO THE DAKOTA GROUP.

ORDER NO. 32-2007

Docket No. 34-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Bill Barrett Corporation is granted as applied for, subject to the stipulations on the Sundry Notice.

BOARD ORDER NO. 32-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, L.P. TO CREATE A TEMPORARY SPACING UNIT COMPRISED OF THE E½ OF SECTION 25, T27N-R19E AND THE SW¼ OF SECTION 19 AND THE W½NW¼ OF SECTION 30, T27N-R20E, BLAINE COUNTY, MONTANA, TO DRILL THE STATE #25-01-27-19 GAS WELL ANYWHERE WITHIN SAID TEMPORARY SPACING UNIT BUT NOT CLOSER THAN 600 FEET TO THE BOUNDARIES THEREOF, AS AN EXCEPTION TO BOARD ORDER 45-1976 AND A.R.M. 36.22.702. (SAWTOOTH MOUNTAIN FIELD)

ORDER NO. 33-2007

Docket No. 35-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Devon Energy Production Company, L.P. is authorized to drill the State #25-01-27-19 gas well in the temporary spacing unit comprised of the E½ of Section 25, T27N-R19E, and the SW¼ of Section 19 and the W½NW¼ of Section 30, T27N-R20E, Blaine County, Montana,.

IT IS FURTHER ORDERED that a federal communitization agreement for spacing units which contain both federal and non-federal land shall be submitted to the authorized officer of the Bureau of Land Management prior to or upon completion of a producible well.

BOARD ORDER NO. 33-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, L.P. TO DRILL AN ADDITIONAL EAGLE FORMATION GAS WELL IN SECTION 11, T31N-R18E, BLAINE COUNTY, MONTANA, AT A LOCATION 1449' FSL AND 1203' FWL OF SAID SECTION 11, WITH A 100-FOOT TOPOGRAPHIC TOLERANCE IN ANY DIRECTION, AS AN EXCEPTION TO BOARD ORDERS 17-1967 AND 13-1975. (TIGER RIDGE FIELD)

ORDER NO. 34-2007

Docket No. 36-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Devon Energy Production Company, L.P. is granted as applied for.

BOARD ORDER NO. 34-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, L.P. TO DRILL AN ADDITIONAL EAGLE FORMATION GAS WELL IN SECTION 22, T27N-R19E, BLAINE COUNTY, MONTANA, AT A LOCATION 1530' FSL AND 725' FWL OF SAID SECTION 22, WITH A 100-FOOT TOPOGRAPHIC TOLERANCE IN ANY DIRECTION, AS AN EXCEPTION TO BOARD ORDER 93-2005. (SAWTOOTH MOUNTAIN FIELD)

ORDER NO. 35-2007

Docket No. 37-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Devon Energy Production Company, L.P. is granted as applied for.

BOARD ORDER NO. 35-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF HELIS OIL & GAS COMPANY, L.L.C. TO CREATE A PERMANENT SPACING UNIT COMPRISED OF THE SE¼ OF SECTION 16, T30N-R45E, VALLEY COUNTY, MONTANA, FOR PRODUCTION OF OIL AND ASSOCIATED NATURAL GAS FROM THE CHARLES FORMATION.

ORDER NO. 36-2007

Docket No. 39-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the SE½ of Section 16, T30N-R45E, Valley County, Montana, is designated a permanent spacing unit for production of oil and associated natural gas from the Charles Formation.

BOARD ORDER NO. 36-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

ORDER NO. 37-2007

UPON THE APPLICATION OF BURLINGTON RESOURCES OIL & GAS COMPANY LP TO VACATE BOARD ORDER 201-2005, WHICH ESTABLISHED A 1280-ACRE TEMPORARY SPACING UNIT COMPRISED OF ALL OF SECTIONS 9 AND 10, T25N-R54E, RICHLAND COUNTY, MONTANA, TO DRILL A HORIZONTAL BAKKEN FORMATION WELL.

Docket No. 40-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Burlington Resources Oil & Gas Company LP is granted as applied for.

BOARD ORDER NO. 37-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF NADEL & GUSSMAN ROCKIES, L.L.C. TO CREATE A TEMPORARY SPACING UNIT COMPRISED OF LOTS 1-3, 6-8, 9-11 AND 14-16 IN SECTION 4, T1S-R62E, CARTER COUNTY, MONTANA, TO DRILL A RED RIVER FORMATION TEST WELL ANYWHERE WITHIN SAID TEMPORARY SPACING UNIT BUT NOT CLOSER THAN 660 FEET TO THE BOUNDARIES THEREOF, AS AN EXCEPTION TO A.R.M. 36.33.702.

ORDER NO. 38-2007

Docket No. 43-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Nadel and Gussman Rockies, LLC is granted as applied for.

IT IS FURTHER ORDERED that a federal communitization agreement for spacing units which contain both federal and non-federal land shall be submitted to the authorized officer of the Bureau of Land Management prior to or upon completion of a producible well.

BOARD ORDER NO. 38-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA

on, Chairman
on, Chairman
ıng, Vice-Chairman
haw, Board Member
Board Member
chell, Board Member
nith, Board Member
Board Member

UPON THE APPLICATION OF KLABZUBA OIL & GAS, INC. FOR CLARIFICATION OF THE ST. JOE ROAD FIELD RULES, ESTABLISHED BY BOARD ORDER 276-2006 AND INCLUDES THE FOLLOWING DESCRIBED LANDS IN HILL COUNTY, MONTANA, TO PROVIDE THAT DRILLING PERMITS FOR WELL LOCATIONS AUTHORIZED TO BE DRILLED PURSUANT TO SAID ORDER MAY BE ISSUED WITHOUT FURTHER PUBLIC HEARING OR THE PUBLICATION OF NOTICE OTHERWISE REQUIRED BY

A.R.M. 36.22.601.

T37N-R15E

SECTIONS 1 – 17: ALL

SECTIONS 20 - 29: ALL

SECTIONS 33 – 36: ALL

T37N-R16E

SECTION 31: ALL

T36N-R15E

SECTIONS 1 – 3: ALL

SECTIONS 11 – 13: ALL

T36N-R16E

SECTIONS 5 - 8: ALL

SECTIONS 16 - 22: ALL

SECTIONS 27 – 29: ALL

SECTIONS 33 – 34: ALL

Docket No. 44-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

ORDER NO. 39-2007

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Klabzuba Oil & Gas, Inc. is granted as applied for.

BOARD OF OIL AND GAS CONSERVATION

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

ORDER NO. 40-2007

UPON THE APPLICATION OF MONTANA LAND & EXPLORATION, INC. TO CREATE A TEMPORARY SPACING UNIT COMPRISED OF THE NE¼ OF SECTION 30, T33N-R21E, BLAINE COUNTY, MONTANA, FOR THE ML&E SW CHERRY PATCH 1-30 POP-UP EAGLE FORMATION TEST WELL TO BE DRILLED APPROXIMATELY 767' FNL AND 855' FEL OF SAID SECTION 30.

Docket No. 45-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Montana Land & Exploration, Inc. is authorized to drill the ML&E SW Cherry Patch 1-30 pop-up Eagle Formation test well in the temporary spacing unit comprised of the NE¼ of Section 30, T33N-R21E, Blaine County, Montana.

IT IS FURTHER ORDERED that a federal communitization agreement for spacing units which contain both federal and non-federal land shall be submitted to the authorized officer of the Bureau of Land Management prior to or upon completion of a producible well.

BOARD ORDER NO. 40-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

ORDER NO. 41-2007

UPON THE APPLICATION OF MONTANA LAND & EXPLORATION, INC. TO DRILL AN ADDITIONAL EAGLE FORMATION GAS WELL IN THE PERMANENT SPACING UNIT COMPRISED OF ALL OF SECTION 10, T33N-R21E, BLAINE COUNTY, MONTANA, SAID WELL TO BE LOCATED ANYWHERE IN SAID SPACING UNIT BUT NO LESS THAN 990 FEET FROM THE EXTERIOR BOUNDARIES THEREOF, WITH A 75-FOOT TOPOGRAPHIC/GEOLOGIC TOLERANCE. APPLICANT FURTHER REQUESTS THAT THE ADDITIONAL WELL BE COUNTED AS A REGIONAL EAGLE FORMATION WELL; AND THAT THE EXISTING WELL IN SAID SECTION 10, WHICH PRODUCES FROM A POP-UP EAGLE FORMATION STRUCTURE, NOT BE COUNTED AS A REGIONAL EAGLE FORMATION WELL FOR SAID SECTION 10. APPLICANT ALSO REQUESTS AUTHORIZATION TO COMMINGLE AND PRODUCE NATURAL GAS FROM DIFFERENT EAGLE FORMATION ZONES UNDERLYING SAID SECTION 10 IN A SINGLE WELLBORE THROUGH THE SAME STRING OF CASING.

Docket No. 46-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Montana Land & Exploration, Inc. is granted as applied for.

BOARD ORDER NO. 41-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF PETRO-HUNT, L.L.C. FOR CERTIFICATION OF THE THIESSEN 28B-3-1H WELL (API # 25-083-21945), LOCATED IN SECTION 28, T22N-R55E, RICHLAND COUNTY, MONTANA, AS A HORIZONTALLY RECOMPLETED WELL AND FOR A DETERMINATION OF THE PRODUCTION FORECAST TO BE USED IN THE CALCULATION OF INCREMENTAL PRODUCTION.

ORDER NO. 42-2007

Docket No. 47-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Petro-Hunt, LLC is granted as applied for, and staff will provide the certification and production forecast to the Montana Department of Revenue.

BOARD ORDER NO. 42-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

BOARD OF OIL AND GAS CONSERVATION

	OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

ORDER NO. 43-2007

UPON THE APPLICATION OF SINCLAIR OIL CORPORATION TO CREATE A TEMPORARY SPACING UNIT COMPRISED OF ALL OF SECTIONS 15 AND 22, T27N-R53E, RICHLAND COUNTY, MONTANA, AND TO AUTHORIZE THE DRILLING OF A HORIZONTAL BAKKEN FORMATION WELL THEREON AT ANY LOCATION NOT CLOSER THAN 660 FEET TO THE BOUNDARIES OF SAID TEMPORARY SPACING UNIT.

Docket No. 392-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Sinclair Oil Corporation is granted as applied for.

IT IS FURTHER ORDERED that a federal communitization agreement for spacing units which contain both federal and non-federal land shall be submitted to the authorized officer of the Bureau of Land Management prior to or upon completion of a producible well.

BOARD ORDER NO. 43-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

BOARD OF OIL AND GAS CONSERVATION

	OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

ORDER NO. 44-2007

UPON THE APPLICATION OF MARATHON OIL COMPANY TO ESTABLISH A TEMPORARY SPACING UNIT COMPRISED OF ALL OF SECTIONS 11 AND 14, T25N-R59E, RICHLAND COUNTY, MONTANA, TO DRILL A HORIZONTAL WELL TO THE BAKKEN FORMATION, SAID WELL TO BE LOCATED ANYWHERE WITHIN SAID SPACING UNIT BUT NOT CLOSER THAN 660 FEET TO THE BOUNDARIES THEREOF.

Docket No. 468-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Marathon Oil Company is granted as applied for.

BOARD ORDER NO. 44-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA

	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

ORDER NO. 45-2007

UPON THE APPLICATION OF MARATHON OIL COMPANY TO ESTABLISH A TEMPORARY SPACING UNIT COMPRISED OF ALL OF SECTIONS 15 AND 22, T25N-R59E, RICHLAND COUNTY, MONTANA, TO DRILL A HORIZONTAL WELL TO THE BAKKEN FORMATION, SAID WELL TO BE LOCATED ANYWHERE WITHIN SAID SPACING UNIT BUT NOT CLOSER THAN 660 FEET TO THE BOUNDARIES THEREOF.

Docket No. 469-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

<u>Order</u>

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Marathon Oil Company is granted as applied for.

BOARD ORDER NO. 45-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

ORDER NO. 46-2007

UPON THE APPLICATION OF ALTAMONT OIL & GAS, INC. TO INCLUDE THE FOLLOWING DESCRIBED LANDS IN THE LAKE FRANCES FIELD IN PONDERA COUNTY, MONTANA:

T29N-R5W

SECTION 17: ALL SECTION 18: ALL

T28N-R4W

SECTION 6: ALL

T28N-R5W

SECTION 1: ALL SECTION 2: ALL

T29N-R4W

SECTION 31: ALL

Docket No. 492-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

<u>Order</u>

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Lake Frances Field in Pondera County, Montana, is hereby enlarged to include the following described lands.

T29N-R5W
Section 17: All
Section 18: All
T28N-R4W
Section 6: All
T28N-R5W
Section 1: All
Section 2: All
T29N-R4W
Section 31: All

BOARD ORDER NO. 46-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2007.

	BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

IN THE MATTER OF THE APPLICATION OF J. BURNS BROWN OPERATING COMPANY TO DELINEATE THE W½ OF SECTION 16 AND THE E½ OF SECTION 17, BOTH IN T34N-R17E, HILL COUNTY, MONTANA, AS A PERMANENT SPACING UNIT FOR THE EAGLE FORMATION AND TO DESIGNATE ITS MAJERUS 17-34-17B WELL AS THE ONLY AUTHORIZED WELL FOR SAID SPACING UNIT.

CORRECTED ORDER NO. 152-2004

Docket No. 176-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 20th day of May, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

<u>Order</u>

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that W½ of Section 16 and the E½ of Section 17, both in T34N-R17E, Hill County, Montana, are designated a permanent spacing unit for the Eagle Formation.

IT IS FURTHER ORDERED that applicant's Majerus 17-34-17B well is designated as the only authorized well for said spacing unit.

CORECTED BOARD ORDER NO. 152-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 20th day of May, 2004.

	BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA
	David Ballard, Chairman
	Denzil Young, Vice-Chairman
	Jerry Kennedy, Board Member
	Jack King, Board Member
	Allen Kolstad, Board Member
	Elaine Mitchell, Board Member
	Gary Willis, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	

UPON THE APPLICATION OF KLABZUBA OIL & GAS, INC. TO CREATE A PERMANENT SPACING UNIT COMPRISED OF THE S½ OF SECTION 11 AND THE N½ OF SECTION 14, T36N-R15E, HILL COUNTY, MONTANA, FOR PRODUCTION OF GAS FROM THE EAGLE FORMATION THROUGH THE WELLBORE OF THE DUSEK-FEDERAL #14-3-36-15C WELL.

CORRECTED ORDER NO. 423-2006

Docket No. 482-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 14th day of December, 2006 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

- 1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
- 2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

<u>Order</u>

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the S½ of Section 11 and the N½ of Section 14, T36N-R15E, Hill County, Montana, is designated a permanent spacing unit for production of gas from the Eagle Formation through the wellbore of the Dusek-Federal #14-3-36-15C well.

IT IS FURTHER ORDERED that a federal communitization agreement for spacing units which contain both federal and non-federal land shall be submitted to the authorized officer of the Bureau of Land Management prior to or upon completion of a producible well.

CORRECTED BOARD ORDER NO. 423-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 14th day of December, 2006.

	BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA
	Linda Nelson, Chairman
	Denzil Young, Vice-Chairman
	Don Bradshaw, Board Member
	Jack King, Board Member
	Elaine Mitchell, Board Member
	Wayne Smith, Board Member
	Joan Stahl, Board Member
ATTEST:	
Terri H. Perrigo, Executive Secretary	